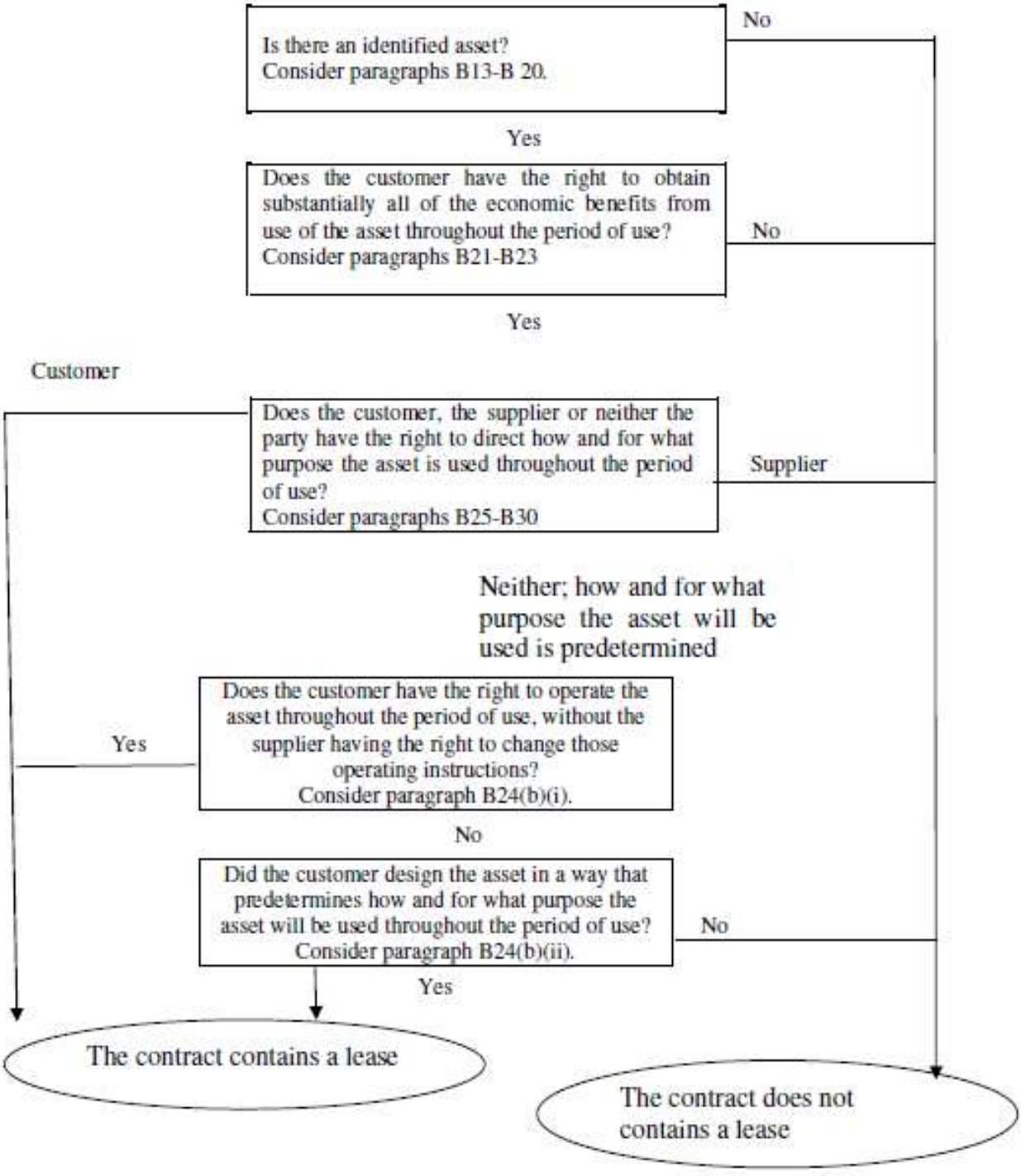
Is there an identified asset?
Consider paragraphs B13-B 20.
No
Yes
Does the customer have the right to obtain substantially all of the economic benefits from use of the asset throughout the period of use?
Consider paragraphs B21-B23
No
Yes
Customer
Does the customer, the supplier or neither the party have the right to direct how and for what purpose the asset is used throughout the period of use?
Consider paragraphs B25-B30
Supplier
Neither; how and for what purpose the asset will be used is predetermined
Does the customer have the right to operate the asset throughout the period of use, without the supplier having the right to change those operating instructions?
Consider paragraph B24(b)(i).
Yes
No
Did the customer design the asset in a way that predetermines how and for what purpose the asset will be used throughout the period of use?
Consider paragraph B24(b)(ii).
No
Yes
The contract contains a lease
The contract does not contains a lease